Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS BBS OC

5. Lease Serial No. NMNM27508

SUBMIT IN TRIPLICATE - Other instructions on reverse side. 7. If Unit or CA/Agreement, Name and/or NMNM134716 8. Well Name and No. Multiple—See Attached 8. Well Name and No. Multiple—See Attached 9. API Well No. Multiple—See Attached 3a. Address MIDLAND, TX 79710 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple—See Attached 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize	Do not use thi abandoned we	is form for proposals to II. Use form 3160-3 (API	D) f	6. If Indian, Allottee of	or Tribe Name	
Type of Well		7. If Unit or CA/Agre	7. If Unit or CA/Agreement, Name and/or No.			
Soil Well Gas Well Other	SOBINIT IN TRI	NMNM134716				
2. Name of Operator CONOCOPHILLIPS COMPANY	1. Type of Well					
Address MIDLAND, TX 79710 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION 13. Acidize Deepen Production (Start/Resume) Water Shutched Water Shutched Deepen Production (Start/Resume) Water Shutched Water Shutched Deepen Production (Start/Resume) Water Shutched Deepen Production (Start/Resume) Water Shutched Pinal Abandonment Notice Change Plans Plug and Abandon Temporarily Abandon Recomplete Convert to Injection Plug Back Water Disposal 3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof is the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zo following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 shall be filed ont esterning has been completed. Final Abandonment Notice shall be filed only after all requirements, including reclamation, have been completed, and the operator had determined that the site is ready for final inspection.) ConocoPhillips Company respectfully request to flare/vent from 9/15/16-12/15/16 because Compressors down for maintenance repairs. Volumes to flare are approximately 60 MCF/pd. Attached is the list of wells.			PHONDA POCEDS		***************************************	
MIDLAND, TX 79710 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 5. Location of Well (Footage, Sec., T., R., M., or Survey Description) 6. Location of Well (Footage, Sec., T., R., M., or Survey Description) 7. Location of Well (Footage, Sec., T., R., M., or Survey Description) 7. Cange Para (Production Cange) 8. Lea CoUNTY, NM 9. Production (Start/Resu		NY / E-Mail: rogerrs@cr	onocophillips.com		ttached	
MIDLAND, TX 79710 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple—See Attached 11. County or Parish, and State LEA COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shuttlength of Subsequent Report Report New Construction Recomplete Other Venting and/ong Casing Repair New Construction Recomplete Other Venting and/ong Convert to Injection Plug Back Water Disposal 3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration the If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zo Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 day following completion of the involved operations. If the operation results in a multiple completion in a new interval, a Form 3160-4 shall be filed only after all requirements, including reclamation, have been completed, and the operator had determined that the site is ready for final inspection.) ConocoPhillips Company respectfully request to flare/vent from 9/15/16-12/15/16 because Compressors Volumes to flare are approximately 60 MCF/pd. Attached is the list of wells.	3a. Address					
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize	MIDLAND, TX 79710		FII. 432-000-9174			
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize	Location of Well (Footage, Sec., T	., R., M., or Survey Description,		11. County or Parish,	11. County or Parish, and State	
TYPE OF SUBMISSION Acidize Deepen Production (Start/Resume) Water Shut-	MultipleSee Attached			LEA COUNTY,	LEA COUNTY, NM	
TYPE OF SUBMISSION Acidize Deepen Production (Start/Resume) Water Shut-						
TYPE OF SUBMISSION Acidize Deepen Production (Start/Resume) Water Shut-	12 CHECK ADDI	DODDIATE BOY(ES) TO	INDICATE NATIDE OF	NOTICE PEPOPT OF OTHE	PDATA	
Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut- Subsequent Report Casing Repair New Construction Recomplete Other Venting and/o Plug and Abandonment Notice Change Plans Plug and Abandon Temporarily Abandon Convert to Injection Plug Back Water Disposal	12. CHECK AFFI	T TOTAL BOX(ES) TO	JINDICATE NATURE OF	NOTICE, REPORT, OR OTHE	TOATA	
Alter Casing Fracture Treat Reclamation Well Integrit Subsequent Report Casing Repair New Construction Recomplete Other Venting and/ong Plug and Abandon Temporarily Abandon New Construction Plug Back Water Disposal	TYPE OF SUBMISSION		TYPE C	OF ACTION		
Alter Casing	Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
Casing Repair New Constitution Recomplete Venting and/ong Plug and Abandon Temporarily Abandon New Constitution Plug Back Water Disposal Venting and/ong Plug Back Water Disposal Plug Back Plug Back Water Disposal Plug Back		☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	■ Well Integrity	
Convert to Injection Plug Back Water Disposal B. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration ther If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zo Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 day following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed on testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator had determined that the site is ready for final inspection.) ConocoPhillips Company respectfully request to flare/vent from 9/15/16-12/15/16 because Compressors down for maintenance repairs. Volumes to flare are approximately 60 MCF/pd. Attached is the list of wells.	☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete		
3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration there. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zoron Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed on testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator had determined that the site is ready for final inspection.) ConocoPhillips Company respectfully request to flare/vent from 9/15/16-12/15/16 because Compressors down for maintenance repairs. Volumes to flare are approximately 60 MCF/pd. Attached is the list of wells.	☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporarily Abandon		
If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zo Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 day following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed of testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator had determined that the site is ready for final inspection.) ConocoPhillips Company respectfully request to flare/vent from 9/15/16-12/15/16 because Compressors down for maintenance repairs. Volumes to flare are approximately 60 MCF/pd. Attached is the list of wells.		Convert to Injection	☐ Plug Back	■ Water Disposal		
	If the proposal is to deepen directions. Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Al determined that the site is ready for f. ConocoPhillips Company resp. down for maintenance repairs.	ally or recomplete horizontally, ork will be performed or provide d operations. If the operation rebandonment Notices shall be filmal inspection.) Dectfully request to flare/vectors.	give subsurface locations and meas the Bond No. on file with BLM/BI sults in a multiple completion or re- ed only after all requirements, inclu-	sured and true vertical depths of all pertical. Required subsequent reports shall be completion in a new interval, a Form 31 iding reclamation, have been completed.	nent markers and zones. e filed within 30 days 60-4 shall be filed once	
SEE ATTACHED FOR CONDITIONS OF APPROVAL	Attached is the list of wells.					
CONDITIONS OF APPROVAL				SEF ATTACUE		
				CONDITIONS OF APPROVAL		
	Name (Printed/Typed) RHONDA	ROGERS	Title STAFF	REGULATORY TECHNICIAN		

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Date

Approved By TEUNGKU MUCHLIS KRUENG

(Electronic Submission)

Signature

TitlePETROLEUM ENGINEER

09/15/2016

Date 10/13/2016

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office Hobbs

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Additional data for EC transaction #351248 that would not fit on the form

Wells/Facilities, continued

Agreement NMNM27508 NMNM27508 NMNM27508	Lease NMNM27508 NMNM27508 NMNM27508	Well/Fac Name, Number WILDER 28 FEDERAL 1H WILDER 28 FEDERAL 2H WILDER 29 FEDERAL AC 5H	API Number 30-025-40261-00-S1 30-025-40329-00-S1 30-025-41509-00-S1	Location Sec 28 T26S R32E NENE 610FNL 835FEL Sec 28 T26S R32E NWNE 330FNL 2160FEL Sec 29 T26S R32E NENE 724FNL 877FEL 32.010792 N Lat. 103.412917 W Lon
NMNM27508 NMNM27508	NMNM27508 NMNM27508	WILDER 29 FEDERAL SWD 1 WILDER FEDERAL AC 29 2H	30-025-40500-00-S1 30-025-41511-00-S1	Sec 29 T26S R32E SENW 2010FNL 2560FWL Sec 29 T26S R32E NWNE 330FNL 2116FEL 32.011179 N Lat. 103.414356 W Lon
NMNM134716 NMNM134716	NMNM130738 NMNM130738	WILDER FEDERAL 28 3H WILDER FEDERAL AC 28 4H	30-025-40501-00-S1 30-025-40502-00-S1	Sec 28 T26S R32E NENW 224FNL 1544FWL Sec 28 T26S R32E NWW 330FNL 330FWL 32.011184 N Lat. 103.411515 W Lon
NMNM134716	NMNM130738	WILDER FEDERAL AC COM 28	8H80-025-41692-00-S1	Sec 28 T26S R32E NWNW 280FNL 330FWL 32.011233 N Lat, 103.411516 W Lon

Facility Name					
Wilder Federal CTB					
WILDER FEDERAL 28 1H					
WILDER FEDERAL 28 2H					
WILDER FEDERAL 29 1H					
WILDER FEDERAL AC 29 2H					
WILDER FEDERAL AC 29 5H					
WILDER FEDERAL AC COM 28 3H					
WILDER FEDERAL AC COM 28 4H					
WILDER FEDERAL AC COM 28 8H					

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

CONOCOPHILLIPS COMPANY WILDER FEDERAL CTB NMLC068281B AND NMNM131810 10/13/2016

Pursuant to **NTL-4A III**, Lessees or operators are hereby authorized to vent or flare gas on a short-term basis <u>without</u> <u>incurring a royalty</u> obligation in the following circumstances:

- A. <u>Emergencies.</u> During temporary emergency situations, such as compressor or other equipment failures, relief of abnormal system pressures, or other conditions which result in the unavoidable short-term venting or flaring of gas. However, this authorization to vent or flare gas in such circumstances without incurring a royalty obligation is limited to 24 hours per incident and to 144 hours cumulative for the lease during any calendar month, except with the prior authorization, approval, ratification, or acceptance of the Supervisor.
- B. <u>Well Purging and Evaluation Tests.</u> During the unloading or cleaning up of a well during drillstem, producing, routine purging, or evaluation tests, not exceeding a period of 24 hours.
- C. <u>Initial Production Tests.</u> During initial well evaluation tests, not exceeding a period of 30 days or the production of 50 MMcf of gas, whichever occurs first, unless a longer test period has been authorized by the appropriate State regulatory agency and ratified or accepted by the Supervisor.
- D. <u>Routine or Special Well Tests.</u> During routine or special well tests, other than those cited in NTL-4A III.B and C above, only after approval by the Supervisor.

If a flaring event conforms with the requirements listed above as per NTL-4A III., the flared volumes are not royalty bearing and the operator does not need to submit a Sundry Notice. Report flared volumes as unavoidably lost on OGOR B.

Condition of Approval to Flare Gas

- The first 24 hours of a <u>temporary emergency flare*</u> is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). NTL-4A specifies no more than 24 hours per incident and no more 144 hours cumulative for the lease during any calendar month. These Volumes are not royalty bearing and shall be reported on OGOR "B" as disposition code"23".
- 2. Flared volumes considered to be "avoidably lost":
 - Exceeding the first 24 hours for each temporary emergency flare event (144 hours cumulative for the lease per month), well purging and evaluation test.
 - During initial well evaluation tests, exceeding a period of 30 days or the production of 50 MMcf of gas, whichever occurs first
 - Scheduled flaring operations

These flare events will require prior approval via Notice of Intent- Sundry Notice (Form 3160-5). Volumes flared beyond limits defined in NTL-4A are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with NTL-4A.IV.B.. <u>Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08"</u>. If the operator believes that the flared volumes were "unavoidably lost" and the BLM determines them to be "avoidably lost", the operator can submit a more detailed request via Sundry Notice (Form 3160-5) for an exception in accordance with NTL-4A.IV.B.. As an alternative to producing oil and flaring gas the operator may choose to shut the well in and avoid paying royalties on otherwise avoidably lost gas.

- 3. Approval not to exceed 90 days,(from 09/15/2016 to 12/15/2016), if flaring is still required past 90 days submit new request for approval.
- 4. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared on a Sundry Notice (Form 3160-5). <u>Include method for volume determination and duration</u>. <u>Report unavoidably lost (first 24 hrs of unexpected event) and avoidably lost (exceeding the first 24 hrs or flared gas that has been approved as avoidably lost by the Authorized Officer) volumes and durations on the Subsequent Report.</u>
- 5. In determining the volumes of gas to be reported in accordance with NTL-4A the BLM CFO requires Vent/flare gas metering to meet all requirements for a sales meter as per Federal Regulations, Onshore Order #5 and NTL 2008-01. Include meter serial number on Sundry Notice (Form 3160-5).
 - If installation of an approved gas meter is not economically feasible for continued operations. Submit
 Notice of Intent Sundry Notice (Form 3160-5) to request an alternate method of determining gas
 volumes with a valid justification. Alternate methods are listed in NTL-4A. The Authorized Officer may
 require the installation of additional measurement equipment whenever it is determined that the
 present methods are inadequate to meet the purposes of this Notice.
- 6. An updated facility diagram is required within 60 days of modifications to existing facilities per Onshore Order #3.
- 7. This approval does not authorize any additional surface disturbance.
- 8. Subject to like approval from NMOCD

Regulations and Definitions

Definition: As per **NTL-4A II. A.** "Avoidably lost" production shall mean the venting or flaring of produced gas without the prior authorization, approval, ratification, or acceptance of the Supervisor and the loss of produced oil or gas when the Supervisor determines that such loss occurred as a result of (1) negligence on the part of the lessee or operator, or (2) the failure of the lessee or operator to take all reasonable measures to prevent and/or to control the loss, or (3) the failure of the lessee or operator to comply fully with the applicable lease terms and regulations, appropriate provisions of the approved operating plan, or the prior written orders of the Supervisor, or (4) and combination of the foregoing.

NTL-4A.IV.B. Oil Well Gas. Except as provided in II.C and III above, oil well gas may not be vented or flared unless approved in writing by the Supervisor. The Supervisor may approve an application for the venting or flaring of oil well gas if justified either by the submittal of (1) an evaluation report supported by engineering, geologic, and economic data which demonstrates to the satisfaction of the Supervisor that the expenditures necessary to market or beneficially use such gas are not economically justified and that conservation of the gas, if required, would lead to the premature abandonment of recoverable oil reserves and ultimately to a greater loss of equivalent energy than would be recovered if the venting or flaring were permitted to continue or (2) an action plan that will eliminate venting or flaring of the gas within 1 year from the date of application.

*Temporary Emergency Flaring is defined as an unexpected situation requiring immediate action. A flaring event is considered an emergency if the occurrence is out of the operators control and the operator had less than 24 hrs notification of the event. Scheduled or routine flare events will not be considered an emergency.